



SMX Intraday Morning Technical

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Supramax Feb 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	6,675	Stochastic oversold	RSI below 50
6,479	6,700			
S2	R2			
5,600	7,679			
S3	R3			
4,720	8,483			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (23)
- Stochastic is oversold
- Price is below the daily pivot USD 6,700
- Unchanged on the technical yesterday. We remained bearish with the MA on the RSI indicating that momentum was weak. The near-term RSI break previously signaled that we were on a lower timeframe Elliott wave 3 (highlighted on the chart), meaning intraday upside moves should be countertrend in the very near-term, making USD 8,576 the key resistance to follow; if broken, then the probability of the futures trading to a new low would start to decrease. We remain in divergence due to the move below USD 8,050, this needs to be monitored, as lower time frame wave-5's can be vulnerable to go missing on freight. We remained a cautious bear, as the futures are still a very high risk sell from a technical perspective at these levels.
- The futures continue to sell lower with price below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 6,700 with the RSI at or above 27.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 8,483 will leave the futures vulnerable to further tests to the downside, above this level the lower timeframe Elliott wave cycle will have a neutral bias.
- The futures remain in a bearish trending environment; lower timeframe Elliott wave analysis suggests that intraday upside moves should in theory be countertrend in the very near-term. A close on the daily candle above USD 7,000 will indicate that buyside pressure is increasing, warning resistance levels could come under pressure. Key resistance to follow is at USD 8,483; if broken, then the probability of there being one more wave lower within this phase of the cycle will start to decrease. Note: on the downside cycle that started on the 05/12/24 (high USD 9,525), the futures are now two standard deviations below the linear line, implying we are starting to look overextended. Price is on support and in divergence but needs to see a bullish momentum close as we remain in a trending environment.

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